

CORRECTED FISCAL NOTE

HB 3930 - SB 4113

March 7, 2008

SUMMARY OF BILL: Extends from June 30, 2008, to June 30, 2009, the authorization to divert portions of realty transfer tax proceeds to the general fund instead of direct allocations to the Wetland Acquisition Fund, the Local Parks Land Acquisition Fund, the State Land Acquisition Fund, and the Agricultural Resource Conservation Fund.

ESTIMATED FISCAL IMPACT:

On February 13, 2008, we issued a fiscal note for this bill with the following estimated impact:

State Revenue – Net Impact – Not Significant
State Expenditures – Net Impact – Not Significant

Other Fiscal Impact – In the absence of this bill, approximately \$18,000,000 would revert to the General Fund, thus allowing a total of \$12,000,000 to be transferred to the state funds identified above.

(Funding of \$30,000,000 is included in the Governor's FY08-09 Recommended Budget)

Based on additional information provided by the Department of Finance and Administration, the Division of Budget, the fiscal impact for this bill is estimated as follows:

(CORRECTED)

State Revenue – Net Impact – Not Significant
State Expenditures – Net Impact – Not Significant

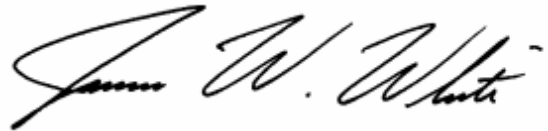
(An allocation of \$30,000,000 from the Real Estate Transfer Tax to the Wetland Acquisition Fund, the Local Parks Land Acquisition Fund, the State Land Acquisition Fund, and the Agricultural Resource Conservation Fund is included in the Governor's FY08-09 Recommended Budget.)

Assumption:

- In FY07-08, a total of \$30,000,000 was allocated to the four dedicated funds (\$18,000,000 of the allocation was from realty transfer tax revenue; \$12,000,000 was from non-recurring General Fund monies). From the \$30,000,000 allocation, \$12,188,700 was transferred to the Wetlands Acquisition Fund; \$6,561,300 was transferred to the Local Parks Acquisition Fund; \$5,625,000 was transferred to the State Lands Acquisition Fund; and \$5,625,000 was transferred to the Agricultural Resources Conservation Fund. These specific transfers occurred as a result of legislative action taken in the technical corrections bill (Public Acts 2007, Chapter 602) and the general appropriations act (Public Acts 2007, Chapter 603).
- If the applicable sections of Public Chapters 602 and 603 were not enacted last year, the \$30,000,000 would have automatically been allocated to the four dedicated funds based on current law [Tenn. Code Ann. § 67-4-409(g), (h), (i), (j), (k), and (l)].

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director

/rnc